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State of Utah

Department of Natural Resources

MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA Division Director JON M. HUNTSMAN, JR.

GARY R. HERBERT Lieutenant Governor

Representatives Present During the Inspection:				
OGM	Pete Hess Environmental Scientist III			
Company	Boyd Rhodes :			
Company	Dana Shepherd Field Technician/Draftsman			

Inspection Report

Permit Number:	C0070022		
Inspection Type:	PARTIAL		
Inspection Date:	Thursday, March 22, 2007		
Start Date/Time:	3/22/2007 1:50:00 PM		
End Date/Time:	3/22/2007 3:05:00 PM		
Last Inspection:	Tuesday, February 20, 2007		

Inspector: Pete Hess, Environmental Scientist III

Weather: Sunny; 50's F.

InspectionID Report Number: 1246

Accepted by: whedberg

4/4/2007

Permitee: SAVAGE SERVICES CORP
Operator: SAVAGE SERVICES CORP
Site: SAVAGE COAL TERMINAL

Address: 6340 S 3000 E STE 600, SALT LAKE CITY UT 84121

County: CARBON

Permit Type: PERMANENT COAL PROGRAM

Permit Status: ACTIVE

160.00	Total Permitted
122.28	Total Disturbed
	Phase I
	Phase II
	Phase III

Current Acreages

Mineral Ownership

☐ Federal☐ State

☐ County

✓ Other

Types of Operations

✓ Underground✓ Surface

✓ Loadout

□ Processing

Reprocessing

Report summary and status for pending enforcement actions, permit conditions, Division Orders, and amendments:

The Permittee is current relative to the required quarterly submittal of surface and ground water monitoring information for the Coal Terminal permit area. 4th quarter information for 2006 is due on March 31, 2007. Thus, the Permittee continues to meet the Special Permit Condition included as Attachment "A" of the current State permit.

There are no pending compliance actions for the Coal Terminal permit area.

Inspector's Signature:

Pete Hess, Environmental Scientist III

Inspector ID Number: 46

DUSS

Date

Friday, March 23, 2007

Permit Number: C0070022 Inspection Type: PARTIAL

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REVIEW OF PERMIT, PERFORMANCE STANDARDS PERMIT CONDITION REQUIREMENTS

- 1. Substantiate the elements on this inspection by checking the appropriate performance standard.
 - a. For COMPLETE inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check Not Applicable.
 - b. For PARTIAL inspections check only the elements evaluated.
- 2. Document any noncompliance situation by reference the NOV issued at the appropriate performance standard listed below.
- 3. Reference any narratives written in conjunction with this inspection at the appropriate performace standard listed below.
- 4. Provide a brief status report for all pending enforcement actions, permit conditions, Divison Orders, and amendments.

		Evaluated	Not Applicable	Comment	Enforcement
1.	Permits, Change, Transfer, Renewal, Sale				
2.	Signs and Markers	V			
3.	Topsoil	V			
4.a	Hydrologic Balance: Diversions	<u> </u>			
4.b	Hydrologic Balance: Sediment Ponds and Impoundments	✓		~	
4.c	Hydrologic Balance: Other Sediment Control Measures	V			
4.d	Hydrologic Balance: Water Monitoring				
4.e	Hydrologic Balance: Effluent Limitations				
5.	Explosives		✓		
6.	Disposal of Excess Spoil, Fills, Benches				
7.	Coal Mine Waste, Refuse Piles, Impoundments	✓		✓	
8.	Noncoal Waste	✓		✓	
9.	Protection of Fish, Wildlife and Related Environmental Issues				
10.	Slides and Other Damage		✓		
11.	Contemporaneous Reclamation				
12.	Backfilling And Grading				
13.	Revegetation	V			
14.	Subsidence Control		V		
15.	Cessation of Operations		V		
16.a	Roads: Construction, Maintenance, Surfacing	V			
16.b	Roads: Drainage Controls	V			
17.	Other Transportation Facilities	V			
18.	Support Facilities, Utility Installations				
19.	AVS Check				
20.	Air Quality Permit	~		✓	
21.	Bonding and Insurance				
22.	Other				

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4.b Hydrologic Balance: Sediment Ponds and Impoundments

The NE and SE minus 28 mesh slurry cells continue to operate as designed. The coal wash plant is being operated 3.5 days per week, and the operation of that facility appears to be going well. A test wash has been conducted on 2000 tons of high ash coal from the Skyline Mine.

7. Coal Mine Waste, Refuse Piles, Impoundments

The Permittee has placed fresh refuse on the current active lift of the waste rock disposal area. A few minor items of non-coal waste were observed in the material (a piece of steel grate, and several small pieces of conveyor belting). No wood was observed. The Permittee is aware that this type of item must be removed and properly disposed of prior to final leveling and compaction of the waste material.

8. Noncoal Waste

Please refer to item #7.

20. Air Quality Permit

A water truck was observed watering the site's operational roads during today's inspection.